

FY06-11 PUBLIC SERVICES PROGRAM: FISCAL PLAN			MONTGOMERY HOUSING INITIATIVE				
FISCAL PROJECTIONS	FY05 ESTIMATE	FY06 REC	FY07 PROJECTION	FY08 PROJECTION	FY09 PROJECTION	FY10 PROJECTION	FY11 PROJECTION
<b>ASSUMPTIONS</b>							
Indirect Cost Rate	14.32%	12.60%	12.60%	12.60%	12.60%	12.60%	12.60%
CPI (Fiscal Year)	2.8%	2.6%	2.6%	2.6%	2.5%	2.5%	2.6%
<b>BEGINNING FUND BALANCE</b>	<b>2,597,780</b>	<b>7,665,520</b>	<b>403,300</b>	<b>563,280</b>	<b>1,197,590</b>	<b>2,317,130</b>	<b>3,929,990</b>
<b>REVENUES</b>							
Miscellaneous	13,010,510	3,717,170	3,767,170	3,852,170	3,870,170	3,995,170	4,043,170
<b>Subtotal Revenues</b>	<b>13,010,510</b>	<b>3,717,170</b>	<b>3,767,170</b>	<b>3,852,170</b>	<b>3,870,170</b>	<b>3,995,170</b>	<b>4,043,170</b>
<b>INTERFUND TRANSFERS (Net Non-CIP)</b>	<b>11,818,860</b>	<b>8,742,310</b>	<b>16,133,010</b>	<b>16,524,970</b>	<b>16,992,200</b>	<b>17,360,520</b>	<b>17,834,180</b>
Transfers To The General Fund	(55,840)	(81,040)	(81,040)	(81,370)	(81,370)	(81,370)	(81,370)
Indirect Costs	(55,840)	(81,040)	(81,040)	(81,370)	(81,370)	(81,370)	(81,370)
Transfers From The General Fund	11,874,700	8,823,350	16,214,050	16,606,340	17,073,570	17,441,890	17,915,550
To MHI	11,874,700	8,823,350	16,214,050	16,606,340	17,073,570	17,441,890	17,915,550
<b>TOTAL RESOURCES</b>	<b>27,427,150</b>	<b>20,125,000</b>	<b>20,303,480</b>	<b>20,940,420</b>	<b>22,059,960</b>	<b>23,672,820</b>	<b>25,807,340</b>
<b>CIP CURRENT REVENUE APPROP.</b>	<b>(500,000)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>PSP OPER. BUDGET APPROP/ EXP'S.</b>							
Operating Budget	(19,261,630)	(19,721,700)	(19,721,700)	(19,721,700)	(19,721,700)	(19,721,700)	(19,721,700)
<b>Subtotal PSP Oper Budget Approp / Exp's</b>	<b>(19,261,630)</b>	<b>(19,721,700)</b>	<b>(19,740,200)</b>	<b>(19,742,830)</b>	<b>(19,742,830)</b>	<b>(19,742,830)</b>	<b>(19,742,830)</b>
<b>OTHER CLAIMS ON FUND BALANCE</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>TOTAL USE OF RESOURCES</b>	<b>(19,761,630)</b>	<b>(19,721,700)</b>	<b>(19,740,200)</b>	<b>(19,742,830)</b>	<b>(19,742,830)</b>	<b>(19,742,830)</b>	<b>(19,742,830)</b>
<b>YEAR END FUND BALANCE</b>	<b>7,665,520</b>	<b>403,300</b>	<b>563,280</b>	<b>1,197,590</b>	<b>2,317,130</b>	<b>3,929,990</b>	<b>6,064,510</b>
<b>END-OF-YEAR RESERVES AS A</b>							
<b>PERCENT OF RESOURCES</b>	<b>27.9%</b>	<b>2.0%</b>	<b>2.8%</b>	<b>5.7%</b>	<b>10.5%</b>	<b>16.6%</b>	<b>23.5%</b>

**Assumptions:**

1. Maintains the County Executive's commitment to affordable housing. Per Council Resolution 15-110, the CE's recommended budget includes an allocation from the General Fund to the Montgomery Housing Initiative fund (MHI) to ensure the availability of \$16.1 million or the equivalent of 2.5 percent of actual General Fund property taxes from two years prior to the upcoming fiscal year, whichever is greater.
2. The actual FY04 General Fund property taxes were \$736,961,478.
3. The allocation available for the Montgomery Housing Initiative fund (MHI) is 2.5 percent of the actual General Fund property taxes, equal to \$18,424,037.
4. Per Council Bill 25A-4, paragraph (c), enacted November 30, 2004, effective April 1, 2005, the FY06 Montgomery Housing Initiative Fund (HIF) will include an additional allocation of \$1,107,170 from MPDU alternative payments.

**Notes:**

1. These projections are based on the Executive's Recommended Budget and include negotiated labor agreements, the operating costs of capital facilities, the fiscal impact of approved legislation or regulations, and other programmatic commitments. They do not include inflation or unapproved service improvements. The projected future expenditures, revenues, and fund balance may vary based on changes to fee or tax rates, usage, inflation, future labor agreements, and other factors not assumed here.
2. The labor contract with the Municipal and County Government Employees Organization, Local 1994 expires at the end of FY07.